

## Sugar & Gur Domestic & International Fundamentals:

- Sugar prices improved in various sugar spot markets on Wednesday. Market reacts bullish over the news of EGOM might consider additional sugar exports. Meanwhile, prices in Kolhapur are moving in a range with firm tone.
- Panel of Ministers might consider more sugar exports under OGL for the Marketing season 2011-11. It is noticeable that government already allowed 3 million tons of sugar for the shipments abroad. Meanwhile, EGOM ministers will meet on 25<sup>th</sup> April 2012 to decide on major issues like additional export allowance and removal of sugar export quota.
- Sugar exports parity is declining for Indian sugar exporters due to decline in International prices and recent correction in various sugar spot markets especially in Maharashtra and TN.
- India produce 24.63 million tons of sugar till 15<sup>th</sup> April 2012 which is 13% higher compared to last year sugar produce same period. Meanwhile, mills from UP produced 6.91 million tons of sugar till 15<sup>th</sup> April which is 18% higher compared to last year same period. Similarly, Maharashtra mills produce 8.54 million tons of sugar which is also 9% up compared to last year same period. It is noticeable that Indian sugar production has already breach last year's sugar production level i.e. 24.3 million tons Source: ISMA
- Thai white sugar premium surge at \$23-27 vs new front month August LIFFE contract.
- Around 600000 tons of sugar has exported in total till 31<sup>st</sup> March 2012 and still 1.4 million tons of sugar exports still left, according to Narendra Murkumbi.
- Finance Ministry extends duty free sugar imports till June 30, 2012.
- Gur prices improved on Wednesday owing to lower arrivals compared to prior day. However, considering weak demand and increasing stock position of gur in cold storages, prices should fall in the coming days.
- Around 1396000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 16<sup>th</sup> April 2012 which are 50000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 931,000 of Chaku variety gur stored in Cold storage which are 25000 bags higher compared to previous same period
- Kolhus are still crushing cane and making gur as they still find parity in making gur from cane. It is noticeable that gur prices came down sharply from 2600 to 2400 per quintal for Chaku variety in Muzaffar nagar market.

## Outlook:

Sugar prices are moving up owing to good summer demand throughout the country. However, prices of gur should crash in the coming days owing to lesser demand and moderate arrivals.

## NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
May-12	13.00	2818.00	2845.00	2818.00	2838.00
June-12	10.00	2898.00	2921.00	2898.00	2914.00
July-12	10.00	2945.00	2961.00	2940.00	2957.00

Contract	Volume	Change	OI	Change
May-12	10230	1120	38920	810
June-12	2840	-260	18800	420
July-12	360	10	4540	70

Spread	May-12	June-12	July-12
Basis	87		
May-12		76	119
June-12			43

Stocks	Demat	In-Process	Total	FED
	17-04-12	17-04-12	17-04-12	16-04-12
Kolhapur M	2392	0	2392	2392
Kolhapur S	21730	1221	22951	20591
Sangli S	160	0	160	160

## LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	595	601.3	591.1	597	1.6
Oct -12	592.2	599	588.3	595.9	3
Dec -12	598.3	605.8	594.8	602.2	3.3

## NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	-41.00	1235.00	1239.00	1183.00	1189.00
Sept-12	-41.50	1260.00	1271.00	1210.00	1213.50
Nov-12	-28.00	1075.00	1098.00	1057.00	1064.00

Contract	Volume	Change	OI	Change
July-12	16060	8650	12980	220
Sept-12	3060	1930	4180	270
Nov-12	160	20	170	20

Spread	July-12	Sept-12	Nov-12
Basis	-139		
July-12		24.5	-125
Sept-12			-149.5

## ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
May-12	23.02	23.26	22.8	23.02	0.12
July -12	22.38	22.8	22.2	22.57	0.26
Oct-12	22.9	23.08	22.53	22.87	0.22

## Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	521.75	-
Raw Sugar C&F (\$/MT)	Black Sea	563.75	-
Sugar White FOB (\$/MT)	Santos Port	618.25	+11.75

## Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	98.5	4
Oct'12/Oct'12	91	-8
Dec'12/Oct'12	97	-

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	23.72	2.43
Brazil Anhydrous	21.05	-0.28
Brazil Hydrous	21.06	-

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		18-4-2012	17-4-2012	
Sugar	Delhi - Grade M	3060	3060	Unch
	Delhi - Grade S	3020	3010	+10
	Delhi - Grade L	3080	3085	-5
	UP- Khatuali Grade M	3065	3060	+5
	UP- Ramala Grade M	2970	2960	+10
	Mumbai –Grade M	3081	3101	-20
	Mumbai –Grade S	2921	2920	+1
	Kolhapur – Grade M	2925	2900	+25
	Kolhapur – Grade S	2800	2800	Unch
	Vijayawada – Grade M	3220	3220	Unch
	Vijayawada- Grade S	3120	3120	Unch
	Nagpur – Grade S	3030	3030	Unch
	Kolkata – Grade M	3090	-	-
	Chennai - Grade S	-	-	-

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg).

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	18-4-2012	17-4-2012	Change
Muzaffar Nagar	Chaku (New Arrival)	2625	2475	+150
	Khurpa	2575	2550	+25
	Laddu	2625	2600	+25
	Rascut	2350	2375	-25
Maharashtra	Lal Variety	2600	2600	Unch
Bangalore	Achhu	2700	2700	Unch
	Mudde	3000	2800	+200
Belgaum	Mudde	2500	-	-
Belthangadi	Yellow (Average)	3150	3150	Unch
Bijapur	Achhu	-	2500	-
Gulbarga	Other (Average)	-	2325	-
Mahalingapura	Penti (Average)	2850	2780	+70
Mandya	Achhu (Medium)	2400	2400	Unch
	Kurikatu (Medium)	2250	2250	Unch
	Other (Medium)	2300	2300	Unch
	Yellow (Medium)	2350	2350	Unch
Shimoga	Achhu (Average)	2375	2390	-15

UP Private Mills Tender Rates				
Centre	Origin/Grade	18-4-2012	17-4-2012	Change
Dorala	M-30	3010	3010	Unch
Mawana	M-30	3015	3015	Unch
Modinagar	M-30	2990	2990	Unch
Malakpur	M-30	2970	2970	Unch
Simbholi	M-30	3080	3080	Unch
Asamoli	M-30	3060	3060	Unch
Dhanora	M-30	3030	3030	Unch
Dhampur	M-30	2980	2980	Unch
Kinnoni	M-31	3130	3130	Unch
Budhana	M-31	3050	3050	Unch
Thanabhavan	M-31	3030	3030	Unch
UP Government Mills Tender Rates				
Centre	Origin/Grade	18-4-2012	17-4-2012	Change
Morna	M-30	2940	2940	Unch
Nanotha	M-30	2910	2910	Unch
Nazibabad	M-30	2910	2910	Unch
Ramlaxman	M-30	-	-	-
Sakoti	M-30	2940	2940	Unch
Amroha	M-30	2960	2960	Unch
Chandpur	M-30	2940	2940	Unch
UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	18-4-2012	17-4-2012	Change
Baghpat	M-30	2940	2940	Unch
Gajraula	M-30	2920	2920	Unch
BulandShahar	M-30	2960	2960	Unch
Anupshahar	M-30	2920	2920	Unch

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	17-04-2012
PANDHARPUR	S.PP	2761
	M.PP	2853
BHAIRVANATH	S.PP	2801.00-2807.00
	S.JB	2800.00-2805.00
LOKNATE	S.PP	2773
	M.PP	2820
DATT SHIROL	S1.PP	2803
BHOGAWATI	S1.PP	2798.00 OPEN
ASHOK	S1.JB	2918.00-2920.00
	M.JB	3000.00 OPEN
SANJIVANI	S.JB	2898
	M.JB	2994

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